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**AMITE RIVER BASIN
DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA**

**BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

9/20/06

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

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**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2005**

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BASIC FINANCIAL STATEMENTS

JOHN D. BUTLER & COMPANY
A PROFESSIONAL ACCOUNTING CORPORATION
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INDEPENDENT AUDITORS' REPORT

Board of Commissioners of the
Amite River Basin Drainage and
Water Conservation District
State of Louisiana
3535 South Sherwood Forest Boulevard
Suite 135
Baton Rouge, Louisiana 70816

We have audited the accompanying financial statements of the governmental activities, major fund and the aggregate remaining fund information of the Amite River Basin Drainage and Water Conservation District, a component unit of the State of Louisiana, as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Amite River Basin Drainage and Water Conservation District's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

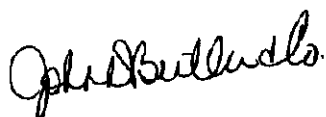
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, major fund and the aggregate remaining fund information of the Amite River Basin Drainage and Water Conservation District as of June 30, 2006, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Board of Commissioners of the
Amite River Basin Drainage and
Water Conservation District
State of Louisiana
Page Two

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statement. The required supplemental information, as listed in the table of contents, is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. This required supplemental information is the responsibility of the Amite River Basin Drainage and Water Conservation District's management. It has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects when considered in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2006, on our consideration of the Amite River Basin Drainage and Water Conservation District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying supplemental information listed in the table of contents under Supplemental Schedules and Information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in dark ink, appearing to read "John D. Butler". The signature is fluid and cursive, with the first name "John" and last name "Butler" clearly distinguishable.

John D. Butler & Company
A Professional Accounting Corporation
July 26, 2006

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2006**

The purpose of this section is to offer management's discussion and analysis of the Amite River Basin Drainage and Water Conservation District of the State of Louisiana's (hereafter referred to as the District) financial performance during the year ended June 30, 2006. It should be read in conjunction with the financial report taken as a whole.

Highlights of the District as a Whole

Since its inception, the District has been spearheading the construction of the Comite River Diversion Canal Project. This is a \$163,000,000 Regional Flood Control Project to benefit portions of East Baton Rouge, Ascension and Livingston Parishes. The project is funded 70% with federal funds, 20% with state funds and 10% with the District's funds. The District funds, to carry out the responsibilities of the District, are funded through a 3-mill, 10-year, ad valorem tax approved by the citizens in the District in the year 2000.

Our efforts have been concentrated in acquiring rights-of-way, preparation of plans and specifications for the various features of the canal-highways, bridges, railroad bridges and control structures. We are presently in the second year of construction of the Phase II of the Lilly Bayou Control Structure located at the western end of the proposed canal.

Other activities undertaken under the District's auspices include: (1) Provide technical assistance to local governments toward the implementation of their Community Rating System (CRS). This is a FEMA program to lower flood insurance rates to citizens affected by flooding (2) through a Cooperative Agreement with the United States Geological Survey (USGS) maintain and operate river gages along the Amite, Comite and Collyell Rivers. The information obtained through these gauges helps develop more accurate hydrologic and hydraulic modeling capabilities. Also, these river gauges are critical and essential part for predicting flood stages during flooding events and is an indispensable tool for emergency preparedness managers and the public in general. A companion to this effort is a "Flood Tracking Chart" published by the District and free of charge to the general public.

Overview of the Financial Statement Presentation

These financial statements are comprised of three components – (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. There is also other supplemental information contained in this report provided for additional information.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2006**

Government-wide Financial Statements. The government-wide financial statements present financial information for all activities of the District from an economic resource measurement focus using the accrual basis of accounting. These provide both short-term and long-term information about the District's overall financial status. They include a statement of net assets and statement of activities.

Statement of Net Assets. This statement presents information on all of the District's assets and liabilities with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or not.

Statement of Activities. This statement presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. This statement is designed to show the District's financial reliance on general revenues.

The government-wide financial statements can be found on pages 10-11 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has only one category of funds: governmental funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements except that the focus with fund statements is to provide a distinct view of the District's governmental funds only. These statements report short-term fiscal accountability emphasizing the use of spendable resources during the year and balances of spendable resources available at the end of the year.

Because the view of governmental funds is short-term and the view of the government-wide financial statements is long-term, it is useful to compare these two perspectives. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provides reconciliation to the government-wide statements to assist in understanding the differences between the two viewpoints.

Governmental funds of the District include a general fund, capital projects and debt service funds. The fund financial statements begin on page 13.

Budgetary comparison schedules are included for governmental funds under required supplemental information – part 2 of 2. These schedules indicate the District's compliance with its adopted and final revised budgets and begin on page 33.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2006**

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The index of the notes is found on page 20 with the actual notes beginning immediately afterwards.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplemental information concerning the District's budgetary comparisons on pages 34-35.

Financial Analysis of the District

Net assets are an indicator of the District's financial position from year to year. A summary of net assets follows.

**SUMMARY OF NET ASSETS
Governmental Activities**

	<u>2006</u>	<u>2005</u>
Assets		
Current assets	\$ 222,725.11	\$ 118,614.88
Restricted assets	542,293.73	1,350,125.07
Capital assets, net	<u>7,696,457.75</u>	<u>5,995,150.78</u>
Total Assets	8,461,476.59	7,463,890.73
Liabilities		
Current liabilities	7,457.97	15,639.64
Liabilities payable from restricted assets	2,407,966.34	2,830,340.40
Long-term liabilities	<u>6,058.32</u>	<u>4,739.24</u>
Total Liabilities	<u>2,421,482.63</u>	<u>2,850,719.28</u>
Net Assets		
Invested in capital assets, net of related debt	5,311,457.75	3,190,150.78
Restricted	519,327.39	1,328,331.31
Unrestricted	<u>209,208.82</u>	<u>94,689.36</u>
Total Net Assets	<u>6,039,993.96</u>	<u>4,613,171.45</u>

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2006**

A summary of changes in net assets is as follows:

**SUMMARY OF CHANGES IN NET ASSETS
Governmental Activities**

	<u>2006</u>	<u>2005</u>
Revenues		
Capital grants/contributions	\$.00	\$ 490,000.00
General revenues:		
Property taxes	1,679,713.36	1,559,010.36
Miscellaneous revenues	.00	1,033.16
Interest earnings	<u>43,021.14</u>	<u>32,635.28</u>
Total Revenues	1,722,734.50	2,082,678.80
 Expenses		
General government	<u>295,911.99</u>	<u>315,810.17</u>
 Change in net assets	1,426,822.51	1,766,868.63
 Net assets, beginning	<u>4,613,171.45</u>	<u>2,846,302.82</u>
 Net assets, ending	<u>6,039,993.96</u>	<u>4,613,171.45</u>

Budgetary Highlights

The District has always operated within its annual budgetary constraints. Although last year the commission did not receive any state funds for the administrative operating expenses, we expect to receive financial assistance in next fiscal year.

The construction of the Comite River Diversion Canal Project has further improved the budgetary conditions of the District.

Capital Asset and Debt Administration

Capital Assets: The District's investment in capital assets, net of accumulated depreciation, at June 30, 2006 and 2005, was \$7,696,458 and \$5,995,151, respectively. Additions in both years consisted of continuing costs associated with the construction of the diversion canal. All assets were properly recorded with the State of Louisiana and a detailed list is maintained.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2006**

Capital assets at year-end are summarized as follows:

**CAPITAL ASSETS
Net of Accumulated Depreciation
Governmental Activities**

	<u>2006</u>	<u>2005</u>
Depreciable Assets		
Furniture/equipment	\$ 2,250.65	\$ 4,356.93
Canals and drainage	<u>7,694,207.10</u>	<u>5,990,793.85</u>
Total	<u><u>7,696,457.75</u></u>	<u><u>5,995,150.78</u></u>

Long-Term Debt: Long-term debt of the District includes compensated absences at amounts of \$6,058 and \$4,739 at June 30, 2006 and 2005, respectively. Additionally, certificates of indebtedness were issued in December of 2003, in the amount of \$3,600,000. Principal payments totaling \$1,214,000 have been made, leaving a balance of \$2,385,000 at June 30, 2006.

Economic Environment and Next Year's Budget

We expect to receive supplemental appropriations from the State as we have been receiving in the past. The construction of the Comite River Diversion Canal Project is expected to be completed in six to eight years, providing a sound basis for the operation of the District.

Request for Information

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. Any questions or requests for additional information can be obtained by contacting Dietmar Rietschier, Executive Director, at 3535 South Sherwood Forest Boulevard, Suite 135, Baton Rouge, Louisiana 70816-2255, 225-296-4900.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENTS OF NET ASSETS
JUNE 30, 2006 AND 2005

		<u>Governmental Activities</u>	
		<u>2006</u>	<u>2005</u>
ASSETS			
Current Assets			
Cash and cash equivalents		\$ 222,725.11	\$ 118,614.88
Restricted Assets			
Cash and cash equivalents/capital projects		542,293.73	1,350,125.07
Non-Current Assets			
Capital assets, net of accumulated depreciation:			
Furniture and equipment		2,250.65	4,356.93
Canals and drainage		7,694,207.10	5,990,793.85
Total Non-Current Assets		7,696,457.75	5,995,150.78
Total Assets		8,461,476.59	7,463,890.73
LIABILITIES			
Current Liabilities			
Accounts payable		2,776.72	11,181.31
Accrued salaries payable		4,681.25	4,458.33
Total Current Liabilities		7,457.97	15,639.64
Liabilities Payable from Restricted Assets			
Accounts payable		1,912.17	4,146.23
Accrued interest payable		21,054.17	21,194.17
Bonds payable, current portion of \$440,000 and \$420,000		2,385,000.00	2,805,000.00
Total Liabilities Payable from Restricted Assets		2,407,966.34	2,830,340.40
Non-Current Liabilities			
Compensated absences payable		6,058.32	4,739.24
Total Liabilities		2,421,482.63	2,850,719.28
NET ASSETS			
Invested in capital assets, net of related debt		5,311,457.75	3,190,150.78
Restricted for capital projects		519,327.39	1,328,331.31
Unrestricted		209,208.82	94,689.36
Total Net Assets		6,039,993.96	4,613,171.45

The accompanying notes are an integral part of this financial statement.

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2006

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net Revenues (Expenses)</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental Activities					
General government	\$ 295,911.99	\$ -	\$ -	\$ -	\$ (295,911.99)
Total Governmental Activities/Primary Government	295,911.99	-	-	-	(295,911.99)
General Revenues					
Property taxes, levied for capital projects					1,679,713.36
Investment earnings					43,021.14
Total General Revenues					1,722,734.50
Change in Net Assets					1,426,822.51
Net Assets, beginning					4,613,171.45
Net Assets, ending					6,039,993.96

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BALANCE SHEETS
GOVERNMENTAL FUNDS
JUNE 30, 2006 AND 2005

	2006			2005		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 222,725.11	\$ -	\$ 222,725.11	\$ 118,614.88	\$ -	\$ 118,614.88
Restricted assets:						
Cash and cash equivalents	-	542,293.73	542,293.73	-	1,350,125.07	1,350,125.07
TOTAL ASSETS	222,725.11	542,293.73	765,018.84	118,614.88	1,350,125.07	1,468,739.95

LIABILITIES AND FUND BALANCES

Liabilities:						
Accounts payable	2,776.72	-	2,776.72	11,181.31	-	11,181.31
Accrued salaries payable	4,681.25	-	4,681.25	4,458.33	-	4,458.33
Liabilities payable from restricted assets:						
Accounts payable	-	1,912.17	1,912.17	-	4,146.23	4,146.23
Accrued interest payable	-	21,054.17	21,054.17	-	21,194.17	21,194.17
Total Liabilities	7,457.97	22,966.34	30,424.31	15,639.64	25,340.40	40,980.04

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BALANCE SHEETS (Continued)
GOVERNMENTAL FUNDS
JUNE 30, 2006 AND 2005

	2006			2005		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
Fund Balances:						
Reserved for capital projects	\$ -	\$ 519,327.39	\$ 519,327.39	\$ -	\$ 1,324,784.67	\$ 1,324,784.67
Unreserved/undesignated	215,267.14	-	215,267.14	102,975.24	-	102,975.24
Total Fund Balances	215,267.14	519,327.39	734,594.53	102,975.24	1,324,784.67	1,427,759.91
TOTAL LIABILITIES AND						
FUND BALANCES	222,725.11	542,293.73	765,018.84	118,614.88	1,350,125.07	1,468,739.95

The accompanying notes are an integral part of this statement.

**AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEETS
TO THE GOVERNMENT-WIDE STATEMENTS OF NET ASSETS
JUNE 30, 2006 AND 2005**

	<u>2005</u>	<u>2005</u>
Total Fund Balances - Total Governmental Funds	\$ 734,594.53	\$ 1,427,759.91
Amounts reported for governmental activities in the Statements of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in these funds. This is the reported amount of capital assets net of accumulated depreciation.	7,696,457.75	5,995,150.78
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in these funds. Long- term liabilities include the following:		
Compensated absences	(6,058.32)	(4,739.24)
Bonds payable	(2,385,000.00)	(2,805,000.00)
Total Net Assets - Governmental Activities	<u>6,039,993.96</u>	<u>4,613,171.45</u>

The accompanying notes are an integral part of this statement.

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEARS ENDED JUNE 30, 2006 AND 2005

	2006			2005		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
REVENUES						
State appropriation	\$ -	\$ -	\$ -	\$ -	\$ 490,000.00	\$ 490,000.00
Property taxes	-	1,679,713.36	1,679,713.36	-	1,559,010.36	1,559,010.36
Miscellaneous revenues	-	-	-	-	1,033.16	1,033.16
Investment earnings	5,200.11	37,821.03	43,021.14	2,893.64	29,741.64	32,635.28
Total Revenues	5,200.11	1,717,534.39	1,722,734.50	2,893.64	2,079,785.16	2,082,678.80
EXPENDITURES						
General government	80,688.47	211,798.16	292,486.63	103,963.86	207,968.95	311,932.81
Capital outlay	-	1,639,970.75	1,639,970.75	-	1,721,609.05	1,721,609.05
Debt service:						
Principal	-	420,000.00	420,000.00	-	405,000.00	405,000.00
Interest	-	63,442.50	63,442.50	-	69,184.80	69,184.80
Total Expenditures	80,688.47	2,335,211.41	2,415,899.88	103,963.86	2,403,762.80	2,507,726.66
Deficiency of Revenues over Expenditures	(75,488.36)	(617,677.02)	(693,165.38)	(101,070.22)	(323,977.64)	(425,047.86)

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
GOVERNMENTAL FUNDS
YEARS ENDED JUNE 30, 2006 AND 2005

	2006			2005		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
OTHER FINANCING SOURCES (USES)						
Transfers from other funds	\$ 187,780.26	\$ 483,442.50	\$ 671,222.76	\$ -	\$ -	\$ -
Transfers to other funds	-	(671,222.76)	(671,222.76)	-	-	-
Total Other Financing Sources (Uses)	187,780.26	(187,780.26)	-	-	-	-
Net Change in Fund Balances	112,291.90	(805,457.28)	(693,165.38)	(101,070.22)	(323,977.64)	(425,047.86)
Fund balances, beginning	102,975.24	1,324,784.67	1,427,759.91	204,045.46	1,648,762.31	1,852,807.77
Fund balances, ending	215,267.14	519,327.39	734,594.53	102,975.24	1,324,784.67	1,427,759.91

The accompanying notes are an integral part of this statement.

**AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENTS
OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2006 AND 2005**

	<u>2006</u>	<u>2005</u>
Net Change in Fund Balances - Total Governmental Funds	\$ (693,165.38)	\$ (425,047.86)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	1,701,306.97	1,787,081.85
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount by which proceeds differed from repayments.	420,000.00	405,000.00
Some expenses reported in the Statement of Activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. These include the net change in compensated absences.	<u>(1,319.08)</u>	<u>(165.36)</u>
Change in Net Assets - Governmental Activities	<u>1,426,822.51</u>	<u>1,766,868.63</u>

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
INDEX TO NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2006**

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**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2006**

INTRODUCTION

The Amite River Basin Drainage and Water Conservation District is a component unit of the State of Louisiana as provided by Louisiana Revised Statute 38:3301-3309. The District serves as a multi-parish authority to accomplish flood control measures, facilitate cooperation between federal, state and local governing bodies to foster floodplain management, maintain and operate structures built under the auspices of the Amite River Basin Commission and coordinate river management within the basin. It is charged with the responsibility to establish adequate drainage, flood control and water development including, but not limited to, construction of reservoirs, diversion canals, gravity and pumped drainage systems and other flood control works. The basin includes all territory within the watershed limits of the Amite River and tributaries covering areas within the parishes of East Baton Rouge, St. Helena, East Feliciana, Livingston and those portions east of U.S. Highway 61 in Ascension and St. James Parishes.

The District is managed by a Board of Commissioners composed of 13 members that are appointed by the Governor of the State of Louisiana and serve terms concurrent with that of the Governor. Domiciled in Baton Rouge, the District is advised by the Louisiana Department of Transportation and Development. Commissioners, as authorized by Louisiana Revised Statute 38:3304, receive a per diem to attend meetings or conduct board-approved business not to exceed \$75 per day.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practice of the Amite River Basin Drainage and Water Conservation District conforms to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity: Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the District is considered a component unit of the State of Louisiana because the State exercises oversight responsibility in that the Governor appoints the majority of the board members and public service is rendered within the State's boundaries. The accompanying financial statements present only the transactions of the Amite River Basin Drainage and Water Conservation District.

Government-wide Accounting: In accordance with Government Accounting Standards Boards Statement No. 34, the District has presented a statement of net assets and statement of activities for the District as a whole. These statements include the primary government and its component units, if applicable, with the exception of fiduciary funds. Those funds are reported separately. Government-

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wide accounting is designed to provide a more comprehensive view of the government's operations and financial position as a single economic entity.

Government-wide statements distinguish between governmental and business-type activities. Governmental activities are those financed through taxes, intergovernmental revenues and other non-exchange revenues and are usually reported in governmental and internal service funds. Business activities are financed in whole or in part through fees charged for goods or services to the general public and are usually reported in proprietary funds.

Policies specific to the government-wide statements are as follows:

Eliminating Internal Activity

Interfund receivables and payable are eliminated in the statement of net assets except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The allocation of overhead expenses, from one function to another or within the same function, is eliminated in the statement of activities. Allocated expenses are reported by the function to which they were allocated.

Application of FASB Statements and Interpretations

Reporting on governmental-type and business-type activities are based on FASB Statements and Interpretations issued after November 30, 1989, except where they conflict or contradict GASB pronouncements.

Capitalizing Assets

Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year are capitalized. Infrastructure assets such as roads and bridges are also capitalized along with interest on debt incurred during construction. Capital assets are recorded at their historical cost and are depreciated using the straight-line method of depreciation over their estimated useful lives. They are reported net of accumulated depreciation on the statement of net assets.

Using the requirements of GASB Statement No. 34, the District is considered a Phase 3 government, as its total annual revenues are less than \$10 million. Such governments are not required to report major general infrastructure assets retroactively. The District has opted not to retroactively report these types of capital assets.

Program Revenues

The Statement of Activities presents three categories of program revenues – (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the District. Grants and contributions, whether operating or capital in

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nature, are revenues arising from receipts that are reserved for a specific use.

Indirect Expenses

Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the District has chosen not to do so.

Operating/Non-Operating Revenues

Proprietary funds separately report operating and non-operating revenues.

Reserved Net Assets

Reserved net assets are those for which a constraint has been imposed either externally or by law. The District recognized the use of reserved resources for expenditures that comply with the specific restrictions. Reserved resources are exhausted before unreserved net assets are used.

Fund Types and Major Funds: The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate entity with a self-balancing set of accounts. Funds of the District are classified under one category: governmental. This category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds: Governmental funds account for all or most of the District's general activities, including the collection and disbursement of specific or legally reserved monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include:

1. General – accounts for all activities not required to be reported in another fund;
2. Capital Projects – accounts for the flow of resources related to the construction, acquisition or renovation of capital assets; and
3. Debt Service – accounts for the accumulation of resources for the payment of long-term debt principal and interest.

These funds are considered major funds. The capital projects and debt service funds report the activity of the Comite Diversion Canal Project and are combined for reporting purposes.

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Basis of Accounting/Measurement Focus: In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification, and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles and are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy.

The type of financial statement presentation determines the accounting and financial reporting treatment applied to a fund.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of governmental and business-type activities are included in the statement of net assets. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred in the statement of activities. In these statements, capital assets are reported and depreciated in each fund, and long-term debt is reported.

The fund statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated. Principle and interest paid on long-term debt is reported as current expenses.

Budgets and Budgetary Accounting: The District adopts an annual budget for all of its funds, prepared in accordance with the basis of accounting utilized by that fund. The Board must approve any revisions that alter the total expenditures. Budgeted amounts shown are as originally adopted and as amended by the Board. Budget amendments are passed on an as-needed basis. A balanced budget is required.

The budget is submitted to the State of Louisiana as prescribed by Louisiana Revised Statute 36:803 and submitted to the Legislature in accordance with 39:1331-1342. Although budget amounts lapse at year-end, the District retains its unexpended fund balances to fund expenditures of the succeeding year.

Cash and Cash Equivalents: Cash includes amounts in interest bearing demand deposits and funds held by the Louisiana Asset Management Pool (LAMP). Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, money market

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accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Investments: Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings. The District did not have any investments at June 30, 2006 or 2005.

Inventory: Inventory of the District includes only office supplies, the amount of which is considered immaterial. Therefore, the acquisition of such items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statements.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Restricted Assets: Certain proceeds of the District, primarily property taxes, are classified as restricted assets on the balance sheet because their use is limited.

Capital Assets: The District's assets are recorded at historical cost. Depreciation is recorded using the straight-line method over the useful lives of the assets as follows:

Equipment	4-10 years	Infrastructure	40-50 years
Office furniture	5-7 years		

In June 1999, the Governmental Accounting Standards Board issued Statement No. 34 which requires the inclusion of infrastructure assets used in governmental activities in the basic financial statements retroactively reported back to 1982. An exception exists for local governments with annual revenues of less than \$10 million. As a result of this exception, the District has elected to not report its governmental infrastructure retroactively. From this point forward, the District will use the basic approach to infrastructure reporting for its governmental activities when applicable.

Compensated Absences: At June 30, 2006 and 2005, employees of the District had accumulated and vested \$6,058.32 and \$4,739.24, respectively, of employee leave benefits that were computed in accordance with GASB Codification Section C60.150.

Long-Term Obligations: In the government-wide financial statements, debt principal payments of government activities are reported as decreases in the balance of the liability on the statement of net assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

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Net Assets/Fund Balances: In the statements of net assets, the difference between a government's assets and liabilities is recorded as net assets. The three components of net assets is as follows:

Invested in Capital Assets, Net of Related Debt

This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of capital assets.

Restricted Net Assets

Net assets that are reserved by external sources such as banks or by law are reported separately as restricted net assets. When assets are required to be retained in perpetuity, these non-expendable net assets are recorded separately from expendable net assets. These are components of restricted net assets.

Unrestricted Net Assets

This category represents net assets not appropriable for expenditures or legally segregated for a specific future use.

In the balance sheet of governmental funds, fund balances are segregated as follows:

Reserved

These resources are segregated because their use is earmarked for a specific use.

Unreserved

This category represents that portion of equity not appropriable for expenditures or legally segregated for a specific future use.

Interfund Transactions: All interfund transactions except quasi-external transactions are reported as operating transfers. These are eliminated in the government-wide statements.

NOTE 2 – CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding, or custodial bank that is mutually acceptable to both parties.

With the adoption of GASB Statement No. 40, only deposits that are considered exposed to custodial credit risk are required to be disclosed. The Board does not have any deposits that fall within that category. The collected bank balances at June 30, 2006 and 2005, were \$103,207.48 and \$85,170.68, respectively. Deposits of the District are secured with \$200,000 (\$100,000 at Hibernia Bank and \$100,000 at Hancock Bank) of insurance through FDIC and \$1,260,836 of pledged collateral.

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The following is a summary of cash and cash equivalents (book balances):

	<u>General Fund</u>		<u>Capital Projects Fund</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Petty cash	\$ 200.00	\$ 200.00	\$.00	\$.00
Interest-bearing demand deposits	15,834.85	16,812.67	70,556.65	47,903.86
LAMP	206,690.26	101,602.21	471,737.08	1,302,221.21
Total	<u>222,725.11</u>	<u>118,614.88</u>	<u>542,293.73</u>	<u>1,350,125.07</u>

NOTE 3 – RESTRICTED ASSETS

Restricted assets include cash and cash equivalents of \$542,293.73 at June 30, 2006, and \$1,350,125.07 at June 30, 2005. These assets were accumulated for the construction of a diversion canal for the Comite River thus restricting their use for that purpose.

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2006, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Capital Assets, being depreciated				
Furniture and equipment	\$ 40,707.36	\$.00	\$.00	\$ 40,707.36
Less: accumulated depreciation	<u>36,350.43</u>	<u>2,106.28</u>	<u>.00</u>	<u>38,456.71</u>
Net Furniture and Equipment	4,356.93	(2,106.28)	.00	2,250.65
Canals and drainage	5,990,793.85	1,703,413.25	.00	7,694,207.10
Less: accumulated depreciation	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
Net Canals and Drainage	<u>5,990,793.85</u>	<u>1,703,413.25</u>	<u>.00</u>	<u>7,694,207.10</u>
Net Capital Assets, being depreciated	<u>5,995,150.78</u>	<u>1,701,306.97</u>	<u>.00</u>	<u>7,696,457.75</u>

The District capitalizes interest paid during construction on debt incurred for that purpose. Additions of \$1,703,413.25 to canals and drainage include \$1,639,970.75 in capital outlay and \$62,442.50 of interest on bonds during construction.

**AMITE RIVER BASIN DRAINAGE
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JUNE 30, 2006**

NOTE 5 – LEAVE

Annual and Sick Leave. The District's employees earn and accumulate annual and sick leave at varying rates depending on their years of full-time service. Accumulated leave is carried forward to succeeding years without limitation. Upon termination, employees are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure when leave is actually taken in the fund financial statements. The cost of leave privileges not requiring current resources is recorded by governmental funds in long-term obligations.

Only annual leave is accrued in the accompanying statements of net assets at \$6,058.32 and \$4,739.24 for June 30, 2006 and 2005, respectively.

Compensatory Leave. Non-exempt employees, according to the guidelines contained in the Fair Labors Standards Act, may be paid for compensatory leave earned. Upon termination or transfer, an employee is paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. This pay is based on the employee's hourly rate of pay at the time of termination or transfer. There was no accrued compensatory leave time at June 30, 2006 or 2005.

NOTE 6 – RETIREMENT SYSTEM

Substantially all of the employees of the District are members of the Louisiana State Employees Retirement System (System), cost sharing, multiple-employer and defined benefit pension plan. The System is a statewide public retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time employees are eligible to participate. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service plus \$300 for employees hired before July 31, 1986. Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service or (c) age 60 with 10 years of service. An option of reduced benefits at any age with 20 years of service is available. The System also provides death and disability benefits. The System issues an annual financial report that is available to the public including financial statements and required supplementary information of the System. That report may be obtained by contacting the Louisiana State Employees Retirement System, P. O. Box 44213, Baton Rouge, La. 70804, 225-922-0605 or 800-256-3000.

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Covered employees are required to contribute 7.5% of gross salary to the plan, and the District is required to contribute an actuarially determined rate as required by Louisiana Revised Statute 11:102. That rate for the year ended June 30, 2006, was 19.1%. Contributions to the System for the years ended June 30, 2006, 2005 and 2004, were \$21,215, \$18,817 and \$16,839, respectively.

NOTE 7 – POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The District may provide certain continuing health care and life insurance benefits for its retired employees. Substantially all of the District's employees become eligible for those benefits if they reach normal retirement age while working for the District. Those benefits include joint payment of monthly premiums at 50% District and 50% retired person. The District does not currently have any retired persons to which it provides post retirement benefits.

NOTE 8 – LEASES

Operating Leases. The District leases office space on an annual basis. For the year ended June 30, 2006, payments of \$20,766 were made while \$20,166 was made in the preceding year. The monthly rental amount of \$1,705 increased to \$1,756 at January 1, 2006.

A copier is leased on a month-to-month basis from Xerox Corporation for \$182.33 per month or \$2,187.96 annually.

Capital Leases. The District has no capital leases.

NOTE 9 – ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 2006:

<u>Class of Payables</u>	<u>General</u>	<u>Capital Projects</u>
Accounts	\$ 2,776.72	\$ 1,912.17
Salaries	4,681.25	.00
Interest	.00	21,054.17
Total	<u>7,457.97</u>	<u>22,966.34</u>

**AMITE RIVER BASIN DRAINAGE
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2006**

NOTE 10 – LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2006, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Bonds payable	\$ 2,805,000.00	\$.00	\$ 420,000.00	\$2,385,000.00	\$440,000.00
Compensated absences	4,739.24	6,213.48	4,894.40	6,058.32	.00
Total	<u>2,809,739.24</u>	<u>6,213.48</u>	<u>424,894.40</u>	<u>2,391,058.32</u>	<u>440,000.00</u>

The District, as authorized under Section 742.2 of Title 39 of the Louisiana Revised Statutes of 1950 and other constitutional and statutory authority, issued Limited Tax Certificates of Indebtedness, Series 2003 in the amount of \$3,600,000 in December of 2003. The purpose of these funds is to provide necessary revenues to carry out the District's local share of the Comite River Diversion Canal Project as authorized in a proposition approved by the voters on July 15, 2000. Repayment will be made from the levy and collection of a 3 mills tax authorized to be levied each year through 2010.

Repayment is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Rate</u>
June 30, 2007	\$ 440,000.00	\$ 63,162.50	.100%
June 30, 2008	460,000.00	62,722.50	.100%
June 30, 2009	475,000.00	62,262.50	.350%
June 30, 2010	495,000.00	60,600.00	6.000%
June 30, 2011	515,000.00	30,900.00	6.000%
Total	<u>2,385,000.00</u>	<u>279,647.50</u>	

**AMITE RIVER BASIN DRAINAGE
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STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
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NOTE 11 – INTERFUND TRANSACTIONS

Transfers among governmental funds were as follows during the current year:

	<u>General Fund</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Transfers from other funds	\$ 187,780.26	\$ 483,442.50	\$.00
Transfers to other funds	<u>.00</u>	<u>.00</u>	<u>671,222.76</u>
Total Transfers	<u>187,780.26</u>	<u>483,442.50</u>	<u>671,222.76</u>

NOTE 12 – RELATED PARTY TRANSACTIONS

There are no related party transactions that require disclosure.

NOTE 13 – LITIGATION

There is no litigation that would require disclosure in this report.

NOTE 14 – SUBSEQUENT EVENTS

There were no events between the close of the year through issuance of this report that would materially impact these financial statements.

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2006

	<u>Budgeted</u>		<u>Actual</u>	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
REVENUES				
State appropriation	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	-	5,200.11	5,200.11
Total Revenues	-	-	5,200.11	5,200.11
EXPENDITURES				
Personal services	158,650.00	158,650.00	20,977.80	137,672.20
Travel	4,500.00	4,500.00	5,790.97	(1,290.97)
Advertising, dues and subscriptions	2,200.00	2,200.00	1,663.56	536.44
Printing, duplication, typing and binding	4,000.00	4,000.00	901.19	3,098.81
Communications	7,000.00	7,000.00	877.85	6,122.15
Rentals	23,500.00	23,500.00	-	23,500.00
Maintenance/property and equipment	3,500.00	3,500.00	1,488.14	2,011.86
Professional services	206,000.00	71,000.00	8,938.94	62,061.06
Insurance and surety bonds	38,000.00	38,000.00	-	38,000.00
Materials and supplies	3,000.00	3,000.00	2,150.02	849.98
Intergovernmental	37,000.00	37,000.00	37,900.00	(900.00)
Total Expenditures	487,350.00	352,350.00	80,688.47	271,661.53
Deficiency of Revenues over Expenditures	(487,350.00)	(352,350.00)	(75,488.36)	276,861.64
OTHER FINANCING SOURCES (USES)				
Grants	90,000.00	-	-	-
Transfers from other funds	397,350.00	352,350.00	187,780.26	(164,569.74)
Total Other Financing Sources (Uses)	487,350.00	352,350.00	187,780.26	(164,569.74)
Net Change in Fund Balances	-	-	112,291.90	112,291.90
Fund Balances, beginning	102,975.24	102,975.24	102,975.24	-
Fund Balances, ending	102,975.24	102,975.24	215,267.14	112,291.90

See Auditors' Report

SUPPLEMENTAL SCHEDULES AND INFORMATION

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2006**

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to board members is presented for the year ended June 30, 2006.

<u>Name</u>	<u>Amount</u>
Bell, Patrick	\$ 2,520.00
Bourgeois, Paul A.	780.00
Cornette, Russell W.	765.00
Irvin, Sr., Leonard	1,125.00
Knost, Dotti G.	210.00
Leader, Jr., Barton J.	645.00
Lee, Willie George	840.00
Loupe, Jr., Sitman	1,605.00
Louque, Terry	840.00
Mellon, Robert S.	555.00
Thompson, Don	<u>2,025.00</u>
Totals	<u>11,910.00</u>

See Auditors' Report

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SCHEDULE OF PROFESSIONAL SERVICE PAYMENTS
YEAR ENDED JUNE 30, 2006**

The following payments were made to contractors for professional services rendered for surveys, feasibility studies and/or special studies:

Contract		
Date	Description	Amount
1/13/2005 CSRS, Inc.	Inventory and assessment of existing H&H models; Determination of appropriate methodology and level of input detail; Validity of data sources and verification of model calibration; Comparison of results among similar models; Suitability for future modeling in the Amite River Basin	\$ 16,200.00

See Auditors' Report

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

Board of Commissioners of the
Amite River Basin Drainage
And Water Conservation District
State of Louisiana
3535 South Sherwood Forest Boulevard
Suite 135
Baton Rouge, Louisiana 70816-2255

We have audited the financial statements of the governmental activities, major fund and the aggregate remaining fund information of the Amite River Basin Drainage and Water Conservation District as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon July 26, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

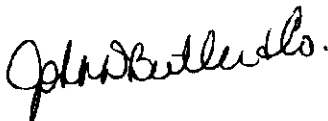
Compliance

As part of obtaining reasonable assurance about whether the Amite River Basin Drainage and Water Conservation District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Amite River Basin Drainage and Water Conservation District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management and Legislative Auditor and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, the Legislative Auditor distributes this report as a public document.



John D. Butler & Company
A Professional Accounting Corporation
July 26, 2006

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2006**

We have audited the financial statements of the Amite River Basin Drainage and Water Conservation District as of and for the year ended June 30, 2006, and have issued our report thereon July 26, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2006 resulted in an unqualified opinion.

Section I Summary of Auditor's Reports

1. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control	Material Weakness	No
	Reportable Condition	No
Compliance	Compliance Material to F/S	No

2. Federal Awards

N/A

Section II Financial Statement Findings

N/A

Section III Federal Award Findings and Questioned Costs

N/A

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2006**

Section I Internal Control and Compliance Material to the Financial Statements

N/A

Section II Internal Control and Compliance Material to Federal Awards

N/A

Section III Management Letter

N/A

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
YEAR ENDED JUNE 30, 2006**

Section I Internal Control and Compliance Material to the Financial Statements

N/A

Section II Internal Control and Compliance Material to Federal Awards

N/A

Section III Management Letter

N/A

OTHER REQUIRED SUPPLEMENTARY INFORMATION

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
LOUISIANA COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2006**

As a component unit of the State of Louisiana, the financial statements of the Amite River Basin Drainage and Water Conservation District are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration. The amounts recorded have been subjected to the same auditing procedures as those recorded in the accompanying financial statements.

AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2006

C O N T E N T S

TRANSMITTAL LETTER
AFFIDAVIT

Statements

MD&A

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Schedules

- 1 Schedule of Per Diem Paid to Board Members
- 2 Schedule of State Funding
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- 4 Schedules of Long-Term Debt Amortization
- 15 Schedule of Comparison Figures and Instructions

Appendix

- A Instructions for the Simplified Statement of Activities
- B Information for Note C - "Deposits with Financial Institutions and Investments"
- C Information for Note BB - "Net Assets Restricted by Enabling Legislation"
- D Information for Note CC - "Impairment of Capital Assets"

STATE OF LOUISIANA
Annual Financial Statements
Fiscal Year Ending June 30, 2006

Amite River Basin Drainage and Water Conservation District

Division of Administration
Office of Statewide Reporting
and Accounting Policy
P. O. Box 94095
Baton Rouge, Louisiana 70804-9095

Legislative Auditor
P. O. Box 94397
Baton Rouge, Louisiana 70804-9397

AFFIDAVIT

Personally came and appeared before the undersigned authority, Dietmar Rietschier, Executive Director of the Amite River Basin Drainage and Water Conservation District who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of Amite River Basin Drainage and Water Conservation District at June 30, 2006 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this _____ day of _____, 20____.

Signature of Agency Official

NOTARY PUBLIC

Prepared by: _____

Title: _____

Telephone No.: _____

Date: _____

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2006**

The Management's Discussion and Analysis of the Amite River Basin Drainage and Water Conservation District's financial performance presents a narrative overview and analysis of Amite River Basin Drainage and Water Conservation District's financial activities for the year ended June 30, 2006. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter presented on pages 44-45 and the Amite River Basin Drainage and Water Conservation District's financial statements, which begin on page 52.

FINANCIAL HIGHLIGHTS

- ★ The Amite River Basin Drainage and Water Conservation District's assets exceeded its liabilities at the close of fiscal year 2006 by \$6,039,994, which represents a 31% increase from last fiscal year. The net assets increased by \$1,426,822.51.
- ★ The Amite River Basin Drainage and Water Conservation District's revenue decreased \$359,944.30 or 17% and the net results from activities decreased by \$340,046.12 or 19%.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.

Management's Discussion and Analysis



Basic Financial Statements



Required Supplementary Information
(other than MD&A)

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the Basic Financial Statements (including the notes to the financial statements), and Required Supplementary Information.

Basic Financial Statements

The basic financial statements present information for the Amite River Basin Drainage and Water Conservation District as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance Sheet; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2006**

The Balance Sheet (page 51) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Amite River Basin Drainage and Water Conservation District is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (pages 52-53) presents information showing how Amite River Basin Drainage and Water Conservation District's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (pages 54-55) presents information showing how Amite River Basin Drainage and Water Conservation District's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Assets
as of June 30, 2006
(in thousands)

	Total	
	2006	2005
Current and other assets	\$ 765.00	\$ 1,469.00
Capital assets	7,696.00	5,995.00
Total assets	8,461.00	7,464.00
Other liabilities	2,415.00	2,846.00
Long-term debt outstanding	6.00	5.00
Total liabilities	2,421.00	2,851.00
Net assets:		
Invested in capital assets, net of debt	5,311.00	3,190.00
Restricted	520.00	1,328.00
Unrestricted	209.00	95.00
Total net assets	\$ 6,040.00	\$ 4,613.00

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Net assets of Amite River Basin Drainage and Water Conservation District's increased by \$1,426,823, or 13%, from June 30, 2005 to June 30, 2006.

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2006**

**Statement of Revenues, Expenses, and Changes in Fund Net Assets
for the years ended June 30, 2006
(in thousands)**

	<u>Total</u>	
	<u>2006</u>	<u>2005</u>
Operating revenues	\$ -	\$ -
Operating expenses	<u>296.00</u>	<u>316.00</u>
Operating income(loss)	<u>(296.00)</u>	<u>(316.00)</u>
Non-operating revenues(expenses)	<u>1,723.00</u>	<u>2,083.00</u>
Income(loss) before transfers	<u>1,427.00</u>	<u>1,767.00</u>
Transfers in	-	-
Transfers out	<u>-</u>	<u>-</u>
Net increase in net assets	\$ <u><u>1,427.00</u></u>	\$ <u><u>1,767.00</u></u>

The Amite River Basin Drainage and Water Conservation District's total revenues decreased by \$359,944.30 or 17%.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2006, the Amite River Basin Drainage and Water Conservation District had \$7,696,458 invested in a office furniture/equipment and canals/drainage.

This amount represents a net increase of \$1,701,307 or 28% over last year.

**Capital Assets at Year-end
(Net of Depreciation)**

	<u>2006</u>	<u>2005</u>
Furniture and equipment	\$ 2,251	\$ 4,357
Canals and drainage	<u>7,694,207</u>	<u>5,990,794</u>
Totals \$	\$ <u><u>7,696,458</u></u>	\$ <u><u>5,995,151</u></u>

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2006**

This year's major additions included:

- Continuing cost associated with the construction of the Comite River Diversion Canal.

Debt

Long-term debt of the District includes compensated absences at amounts of 6,058 and \$4,739 at June 30, 2006 and 2005, respectively.

Outstanding Debt at Year-end

	<u>2006</u>	<u>2005</u>
General Obligation Bonds	\$ 2,385,000	\$ 2,805,000
Revenue Bonds and Notes	<u>0</u>	<u>0</u>
Totals \$	<u>2,385,000</u>	<u>2,805,000</u>

Principal payments have been made totaling \$1,215,000 leaving a balance of \$2,385,000 at June 30, 2006.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were \$5,200 over budget and expenditures were \$271,662 less than budget.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District has always operated within its annual budgetary constraints. Although last year the Commission did not receive any state funds for the administrative operating expenses, we expect to receive financial assistance in next fiscal year.

The construction of the Comite River Diversion Canal Project has further improved the budgetary conditions of the District.

CONTACTING THE DISTRICT'S (BTA) MANAGEMENT

This financial report is designed to provide a general overview of the District's (BTA) finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. If you have questions about this report or need additional financial information, contact Dietmar Rietschier, Executive Director, at 3535 South Sherwood Forest Boulevard, Suite 135, Baton Rouge, Louisiana 70816-2255, 225-296-4900.

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
BALANCE SHEET
AS OF JUNE 30, 2006**

ASSETS

CURRENT ASSETS:

Cash and cash equivalents	\$	<u>222,725</u>
Investments		
Receivables (net of allowance for doubtful accounts)(Note U)		
Due from other funds (Note Y)		
Due from federal government		
Inventories		
Prepayments		
Notes receivable		
Other current assets		
Total current assets		<u>222,725</u>

NONCURRENT ASSETS:

Restricted assets (Note F):		
Cash		<u>542,294</u>
Investments		
Receivables		
Notes receivable		
Investments		
Capital assets (net of depreciation)(Note D)		
Land		
Buildings and improvements		
Furniture and equipment		<u>2,251</u>
Infrastructure		<u>7,694,207</u>
Construction in progress		
Other noncurrent assets		
Total noncurrent assets		<u>8,238,751</u>
Total assets	\$	<u>8,461,477</u>

LIABILITIES

CURRENT LIABILITIES:

Accounts payable and accruals (Note V)	\$	<u>2,777</u>
Due to other funds (Note Y)		
Due to federal government		
Deferred revenues		
Amounts held in custody for others		
Other current liabilities		<u>4,681</u>
Current portion of long-term liabilities:		
Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		
Capital lease obligations - (Note J)		
Claims and litigation payable (Note K)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		<u>2,407,966</u>
Bonds payable		
Other long-term liabilities		
Total current liabilities		<u>2,415,424</u>

NON-CURRENT LIABILITIES:

Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		<u>6,058</u>
Capital lease obligations (Note J)		
Claims and litigation payable (Note K)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		
Other long-term liabilities		
Total long-term liabilities		<u>6,058</u>
Total liabilities		<u>2,421,483</u>

NET ASSETS

Invested in capital assets, net of related debt		<u>5,311,458</u>
Restricted for:		
Capital projects		<u>519,327</u>
Debt service		
Unemployment compensation		
Other specific purposes		
Unrestricted		<u>209,209</u>
Total net assets		<u>6,039,994</u>
Total liabilities and net assets	\$	<u>8,461,477</u>

The accompanying notes are an integral part of this financial statement.
Statement A

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2006**

OPERATING REVENUES

Sales of commodities and services	\$	
Assessments		
Use of money and property		
Licenses, permits, and fees		
Other		
Total operating revenues		-

OPERATING EXPENSES

Cost of sales and services		
Administrative		293,806
Depreciation		2,106
Amortization		
Total operating expenses		295,912
Operating income(loss)		(295,912)

NON-OPERATING REVENUES(EXPENSES)

State appropriations		
Intergovernmental revenues (expenses)		
Taxes		1,679,713
Use of money and property		43,021
Gain on disposal of fixed assets		
Loss on disposal of fixed assets		
Federal grants		
Interest expense		
Other revenue		
Other expense		
Total non-operating revenues(expenses)		1,722,734

Income(loss) before contributions and transfers		1,426,822
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Capital contributions		
Extraordinary item - Loss on impairment of capital assets		
Transfers in		
Transfers out		

Change in net assets		1,426,822
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Total net assets - beginning as restated		4,613,172
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Total net assets - ending	\$	6,039,994
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The accompanying notes are an integral part of this financial statement.
Statement B

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2006

See Appendix A for instructions

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Entity	\$ 295,912	\$	\$	\$	\$ (295,912)
General revenues:					
Taxes					1,679,713
State appropriations					
Grants and contributions not restricted to specific programs					
Interest					43,021
Miscellaneous					
Special items					
Extraordinary item - Loss on impairment of capital assets					
Transfers					
Total general revenues, special items, and transfers					1,722,735
Change in net assets					1,426,823
Net assets - beginning as restated					4,613,171
Net assets - ending					\$ 6,039,994

Statement C

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2006**

Cash flows from operating activities

Cash received from customers	\$	
Cash payments to suppliers for goods and services		(142,956)
Cash payments to employees for services		(160,086)
Payments in lieu of taxes		
Internal activity payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities	\$	(303,042)

Cash flows from non-capital financing activities

State appropriations		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other		
Net cash provided(used) by non-capital financing activities		-

Cash flows from capital and related financing activities

Proceeds from sale of bonds		
Principal paid on bonds		(420,000)
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		(1,703,413)
Proceeds from sale of capital assets		
Capital contributions		
Other		1,679,713
Net cash provided(used) by capital and related financing activities		(443,700)

Cash flows from investing activities

Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities		43,021
Net cash provided(used) by investing activities		43,021

Net increase(decrease) in cash and cash equivalents		(703,721)
Cash and cash equivalents at beginning of year		1,468,740.00
Cash and cash equivalents at end of year	\$	765,019

The accompanying notes are an integral part of this statement.
Statement D (continued)

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2006

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)		\$ (295,912)
Adjustments to reconcile operating income(loss) to net cash		
Depreciation/amortization	2,106	
Provision for uncollectible accounts		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net		
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals	(10,779)	
Increase(decrease) in accrued payroll and related benefits	223	
Increase(decrease) in compensated absences payable	1,320	
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities		\$ (303,042)

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		
Total noncash investing, capital, and financing activities:	\$	-

The accompanying notes are an integral part of this statement.
 Statement D (concluded)

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2006**

INTRODUCTION

The District is a component unit of the State of Louisiana as provided by Louisiana Revised Statute 38:3301-3309. It is charged with the responsibility to establish adequate drainage, flood control and water development including, but not limited to, construction of reservoirs, diversion canals, gravity and pumped drainage systems and other flood control works. The basin includes all territory within the watershed limits of the Amite River and tributaries covering areas within the parishes of East Baton Rouge, St. Helena, East Feliciana, Livingston and those portions east of U.S. Highway 61 in Ascension and St. James Parishes.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the District present information only as to the transactions of the programs of the District as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the District are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the District are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 Notes to the Financial Statement
 As of and for the year ended June 30, 2006

	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>487,350</u>
Amendments:	<u>(135,000)</u>
	<u> </u>
	<u> </u>
Final approved budget	\$ <u><u>352,350</u></u>

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (If all agency cash and investments are deposited in the State Treasury, disregard Note C.) See Appendix B for information related to Note C.

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the District may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the District (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by the three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2006, consisted of the following:

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2006

	<u>Cash</u>	<u>Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Deposits in Bank Accounts Per Balance Sheet	\$ <u>765,019</u>	\$ <u> </u>	\$ <u> </u>	\$ <u>765,018.84</u>
Bank Balances of Deposits Exposed to Custodial Credit Risk				
a. Uninsured and uncollateralized	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>	\$ <u>-</u>
b. Uninsured and collateralized with securities held by the pledging institution	<u> </u>	<u> </u>	<u> </u>	<u>-</u>
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the entity's name	<u> </u>	<u> </u>	<u> </u>	<u>-</u>
Total Bank Balances - All Deposits	\$ <u>765,019</u>	\$ <u> </u>	\$ <u> </u>	\$ <u>765,018.84</u>

NOTE: The "Total Bank Balances - All Deposits" will not necessarily equal the "Deposits in Bank Account per Balance Sheet" due to outstanding items.

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. Hibernia Bank	Operating	\$ <u>16,035</u>
2. LAMP	Operating	<u>206,690</u>
3. LAMP	Capital Projects	<u>471,737</u>
4. Hancock Bank	Capital Projects	<u>70,557</u>
Total		\$ <u>765,019</u>

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ <u> </u>
Petty cash	\$ <u>200</u>

2. INVESTMENTS N/A

The District does/does not maintain investment accounts as authorized by _____ (Note legal provisions authorizing investments by (BTA)).

Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or the counterparty's trust department or agent but not in the entity's name. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

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GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by the three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.

	Investments Exposed to Custodial Credit Risk		All Investments Regardless of Custodial Credit Risk Exposure	
	Uninsured, *Unregistered, and Held by Counterparty	Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or <u>Agent Not in</u> <u>Entity's Name</u>	Reported Amount	Fair Value
<u>Type of Investment</u>				
Repurchase agreements	\$ _____	\$ _____	\$ _____	\$ _____
U.S. Government securities	_____	_____	_____	_____
U. S. Agency Obligations	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____
Commercial paper	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____
Other: (identify)	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total investments	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____

* unregistered - not registered in the name of the government or entity

3. Derivatives N/A

The institution does/does not (circle one) invest in derivatives as part of its investment policy. Accordingly, the exposure to risk from these investments is as follows:

credit risk

market risk

legal risk

4. Credit Risk, Interest Rate Risk, Concentration of Credit Risk, and Foreign Currency Risk Disclosures

A.	Credit Risk of Debt Investments	N/A
----	---------------------------------	-----

Disclose the credit risk of debt investments by credit quality ratings as described by rating agencies as of the fiscal year end. All debt investments regardless of type can be aggregated by credit quality rating (if any are un-rated, disclose that amount).

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<u>Rating</u>	<u>Fair Value</u>
	\$
Total	\$

B. Interest rate Risk

1. Disclose the interest rate risk of debt investments by listing the investment type, total fair value, and breakdown of maturity in years for each debt investment type.

<u>Type of Debt Investment</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>Greater Than 10</u>
U.S. Government obligations	\$	\$	\$	\$	\$
U.S. Agency obligations					
U.S. Treasury obligations					
Mortgage backed securities					
Collateralized mortgage obligations					
Corporate bonds					
Other bonds					
Mutual funds					
Other					
Total debt investments	\$	\$	\$	\$	\$

2. List the fair value and terms of any debt investments that are highly sensitive to changes in interest rates due to the terms of the investment (e.g. coupon multipliers, reset dates, etc.):

<u>Debt Investment</u>	<u>Fair Value</u>	<u>Terms</u>
	\$	
Total	\$	

C. Concentration of Credit Risk N/A

List, by amount and issuer, investments in any one issuer (not including U.S. government securities, mutual funds, and external investment pools) that represents 5% or more of total investments.

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<u>Issuer</u>	<u>Amount</u>	<u>% of Total Investments</u>
_____	\$ _____	_____
_____	_____	_____
_____	_____	_____
Total	\$ _____	_____

D. Foreign Currency Risk N/A

Disclose the U.S. dollar balances of any deposits or investments that are exposed to foreign currency risk (deposits or investments denominated in foreign currencies); list by currency denomination and investment type, if applicable.

<u>Foreign Currency</u>	<u>Fair Value in U.S. Dollars</u>	
	<u>Bonds</u>	<u>Stocks</u>
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total	\$ _____	\$ _____

5. Policies N/A

Briefly describe the deposit and/or investment policies related to the custodial credit risk, credit risk of debt investments, concentration of credit risk, interest rate risk, and foreign currency risk disclosed in this note. If no policy exists concerning the risks disclosed, please state that fact.

6. Other Disclosures Required for Investments N/A

- a. Investments in pools managed by other governments or mutual funds _____
- b. Securities underlying reverse repurchase agreements _____
- c. Unrealized investment losses _____
- d. Commitments as of _____ (fiscal close), to resell securities under yield maintenance repurchase agreements:
 1. Carrying amount and market value at June 30 of securities to be resold _____
 2. Description of the terms of the agreement _____

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- e. Losses during the year due to default by counterparties to deposit or investment transactions _____
- f. Amounts recovered from prior-period losses which are not shown separately on the balance sheet _____

Legal or Contractual Provisions for Reverse Repurchase Agreements

- g. Source of legal or contractual authorization for use of reverse repurchase agreements _____
- h. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year _____

Reverse Repurchase Agreements as of Year-End

- i. Credit risk related to the reverse repurchase agreements (other than yield maintenance agreements) outstanding at year end, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest _____
- j. Commitments on _____ (fiscal close) to repurchase securities under yield maintenance agreements _____
- k. Market value on _____ (fiscal close) of the securities to be repurchased _____
- l. Description of the terms of the agreements to repurchase _____
- m. Losses recognized during the year due to default by counterparties to reverse repurchase agreements _____
- n. Amounts recovered from prior-period losses which are not separately shown on the operating statement _____

Fair Value Disclosures

- o. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices _____
- p. Basis for determining which investments, if any, are reported at amortized cost _____
- q. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool _____
- r. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares _____
- s. Any involuntary participation in an external investment pool _____

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t. If you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining fair value and the reasons for having had to make such an estimate _____

u. Any income from investments associated with one fund that is assigned to another fund _____

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

Year ended June 30, 2006							
	Balance 6/30/2005	Prior Period Adjustment	Adjusted Balance 7/1/2005	Additions	Transfers*	Retirements	Balance 6/30/2006
Capital assets not being depreciated							
Land	\$	\$	\$	–	\$	\$	\$ –
Non-depreciable land improvements				–			–
Capitalized collections				–			–
Construction in progress				–			–
Total capital assets not being depreciated	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –
Other capital assets							
Furniture, fixtures, and equipment	\$ 40,707	\$	\$ 40,707	\$	\$	\$	\$ 40,707
Less accumulated depreciation	(36,350)		(36,350)	(2,106)			(38,456)
Total furniture, fixtures, and equipment	4,357	–	4,357	(2,106)	–	–	2,251
Buildings and improvements			–				–
Less accumulated depreciation			–				–
Total buildings and improvements	–	–	–	–	–	–	–
Depreciable land improvements			–				–
Less accumulated depreciation			–				–
Total depreciable land improvements	–	–	–	–	–	–	–
Infrastructure	5,990,794		5,990,794	1,703,413			7,694,207
Less accumulated depreciation			–				–
Total infrastructure	5,990,794	–	5,990,794	1,703,413	–	–	7,694,207
Total other capital assets	\$ 5,995,151	\$ –	\$ 5,995,151	\$ 1,701,307	\$ –	\$ –	\$ 7,696,458
Capital Asset Summary:							
Capital assets not being depreciated	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –
Other capital assets, at cost	6,031,501	–	6,031,501	1,703,413	–	–	7,734,914
Total cost of capital assets	6,031,501	–	6,031,501	1,703,413	–	–	7,734,914
Less accumulated depreciation	(36,350)	–	(36,350)	(2,106)	–	–	(38,456)
Capital assets, net	\$ 5,995,151	\$ –	\$ 5,995,151	\$ 1,701,307	\$ –	\$ –	\$ 7,696,458

* Should be used only for those completed projects coming out of construction-in-progress to fixed assets; not associated with transfers reported elsewhere in this packet.

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E. INVENTORIES N/A

The District BTA's inventories are valued at _____ (method of valuation). These are perpetual inventories and are expensed when used. **NOTE: DO NOT INCLUDE POSTAGE. THIS IS SHOWN AS A PREPAYMENT.**

F. RESTRICTED ASSETS

Restricted assets include cash and cash equivalents of \$542,293.73 at June 30, 2006, and \$1,350,125.07 at June 30, 2005. These assets were accumulated for the construction of a diversion canal for the Comite River thus restricting their use for that purpose.

G. LEAVE

1. COMPENSATED ABSENCES

The District has the following policy on annual and sick leave:

The District employees earn and accumulate annual and sick leave at various rates depending on their years of service. Accumulated leave is carried forward to succeeding year without limitation. Upon termination, employees are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

2. COMPENSATORY LEAVE

Non-exempt employees, according to the guidelines contained in the Fair Labors Standards Act, may be paid for compensatory leave earned. Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. This pay is based on the employee's hourly rate of pay at the time of termination or transfer. There was no accrued compensatory leave at June 30, 2006 or 2005.

H. RETIREMENT SYSTEM

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time District employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service plus \$300 for employees hired before July 31, 1986.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System.

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For a full description of the LASERS defined benefit plan, please refer to the LASERS 2005 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and is also available on-line at:
http://www.lasers.state.la.us/PDFs/Publications_and_Reports/Fiscal_Documents/Comprehensive_Financial_Reports/Comprehensive%20Financial%20Reports_05.pdf

Covered employees are required to contribute 7.5% of gross salary, and the District (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2006, was 19.1%. Contributions to the System for the years ended June 30, 2006 were \$21,215.22.

I. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The District provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the District's (BTA) employees become eligible for post employment health care and life insurance benefits if they reach normal retirement age while working for the District. Those benefits for include joint payment of monthly premiums at 50% District and 50% retired person. The District does not currently have any retired persons to which it provides post retirement benefits.

J. LEASES

1. OPERATING LEASES

The District leases office space on an annual basis. For the year ended June 30, 2006, payments of \$20,362.15 were made while \$20,166 was made in the preceding year. The current monthly rental amount is \$1,705.

A copier is leased on a month-to-month basis from Xerox Corporation for \$182.33 per month or \$2,187.96 annually.

<u>Nature of lease</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012- 2016</u>	<u>FY 2017- 2021</u>
	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

2. CAPITAL LEASES N/A

Capital leases are / are not recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and FASB 13 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or, (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

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Schedule A should be used to report all capital leases including new leases in effect as of 6/30/06. In Schedule B, report only those new leases entered into during fiscal year 2005-2006.

SCHEDULE A – TOTAL AGENCY CAPITAL LEASES EXCEPT LEAF

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY2026, create additional rows and report these future minimum lease payments in five year increments.)

<u>Year ending June 30 :</u>	<u>Total</u>
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

SCHEDULE B – NEW AGENCY CAPITAL LEASES EXCEPT LEAF

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<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: **(Note: If lease payments extend past FY2026, create additional rows and report these future minimum lease payments in five year increments.)**

<u>Year ending June 30:</u>	<u>Total</u>
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

SCHEDULE C – LEAF CAPITAL LEASES

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown

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of yearly principal and interest: (Note: If lease payments extend past FY2026, create additional rows and report these future minimum lease payments in five year increments.)

Year ending June 30:	Total
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total minimum lease payments	_____
Less amounts representing executory costs	_____
Net minimum lease payments	_____
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____

3. LESSOR DIRECT FINANCING LEASES N/A

A lease is classified as a direct financing lease (1) when any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) when both the following criteria are satisfied:

Collectibility of the minimum lease payments is reasonably predictable.

No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

Provide a general description of the direct financing agreement and complete the chart below:

Composition of lease	Date of lease	Minimum lease payment receivable	Remaining interest to end of lease	Remaining principal to end of lease
a. Office space	_____	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____	_____
c. Land	_____	_____	_____	_____
Less amounts representing executory costs		_____		
Minimum lease payment receivable		_____		
Less allowance for doubtful accounts		_____		
Net minimum lease payments receivable		_____		
Less estimated residual value of leased property		_____		
Less unearned income		_____		
Net investment in direct financing lease		\$ _____		

Minimum lease payment receivables do not include contingent rentals which may be received as stipulated in the lease contracts. Contingent rental payments occur if, for example, the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2006 were \$_____ for office space, \$_____ for equipment, and \$_____ for land.

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The following is a schedule by year of minimum leases receivable for the remaining fiscal years of the lease as of _____ (the last day of your fiscal year): **(Note: If lease receivables extend past FY2026, please create additional rows and report these future minimum lease payment receivables in five year increments.)**

Year ending _____:	
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total	\$ _____

4. LESSOR – OPERATING LEASE N/A

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectibility and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

Provide the cost and carrying amount, if different, of property on lease or held for lease organized by major class of property and the amount of accumulated depreciation as of _____ 20__:

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____

The following is a schedule by years of minimum future rentals receivable on non-cancelable operating lease(s) as of _____ (the last day of your fiscal year): **(Note: If lease receivables extend past FY2021, please create additional columns and report these future minimum lease payment receivables in five year increments.)**

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Year Ended June 30,	Office Space	Equipment	Land	Other	Total
2007	\$	\$	\$	\$	\$ -
2008					-
2009					-
2010					-
2011					-
2012-2016					-
2017-2021					-
Total	\$ -	\$ -	\$ -	\$ -	\$ -

Current year lease revenues received in fiscal year _____ totaled \$ _____.

Contingent rentals received from operating leases received for your fiscal year was \$ _____
for office space, \$ _____ for equipment, and \$ _____ for land.

K. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2006:
(Balances at June 30th should include current and non-current portion of long-term liabilities.)

	Year ended June 30, 2006			Balance June 30, 2006	Amounts due within one year
	Balance June 30, 2005	Additions	Reductions		
Notes and bonds payable:					
Notes payable	\$	\$	\$	\$ --	\$
Reimbursement contracts payable				--	
Bonds payable	2,805,000		420,000	2,385,000	440,000
Total notes and bonds	2,805,000	--	420,000	2,385,000	440,000
Other liabilities:					
Contracts payable				--	
Compensated absences payable	4,739	6,213	4,894	6,058	--
Capital lease obligations				--	
Claims and litigation				--	
Liabilities payable from restricted assets				--	
Other long-term liabilities				--	
Total other liabilities	4,739	6,213	4,894	6,058	--
Total long-term liabilities	\$ 2,809,739	\$ 6,213	\$ 424,894	\$ 2,391,058	\$ 440,000

(Send OSRAP a copy of the amortization schedule for any new debt issued.)

L. CONTINGENT LIABILITIES N/A

GAAP require that the notes to the financial statements disclose any situation where there is at least a reasonable possibility that assets have been impaired or that a liability has been incurred along with the dollar amount if it can reasonably be estimated. **Do not report impaired capital assets as defined by GASB 42 below, rather disclose GASB 42 impaired capital assets in Note CC.** Losses or ending litigation that is probable should be reflected on the balance sheet.

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The _____ (BTA) is a defendant in litigation seeking damages as follows: (Only list litigation not being handled by the Office of Risk Management or the Attorney General.)

<u>Date of Action</u>	<u>Description of Litigation and Probable outcome (Remote, reasonably possible, or probable)</u>	<u>*Damages Claimed</u>	<u>Insurance Coverage</u>
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
Totals		\$ _____ -	\$ _____ -

*Note: Liability for claims and judgments should include should include specific, incremental claim expenses if known or if it can be estimated. For example, the cost of outside legal assistance on a particular claim may be an incremental cost, whereas assistance from internal legal staff on a claim may not be incremental because the salary costs for internal staff normally will be incurred regardless of the claim. (See GASB 30, paragraph 9)

Claims and litigation costs of \$ _____ (include incremental cost discussed above) were incurred in the current year and are reflected in the accompanying financial statement.

Disclose any cases where it is probable that a liability has been incurred, but the effect of the liability has not been reflected in the financial statements because it can not be estimated. _____

Disclose any guarantee of indebtedness even if there is only a remote chance that the government will be called on to honor its guarantee. _____

M. RELATED PARTY TRANSACTIONS

There are no related party transactions that require disclosure.

N. ACCOUNTING CHANGES N/A

Accounting changes made during the year involved a change in accounting _____ (principle, estimate or entity). The effect of the change is being shown in _____.

O. IN-KIND CONTRIBUTIONS N/A

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
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List all in-kind contributions that are not included in the accompanying financial statements.

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ _____

P. DEFEASED ISSUES N/A

In _____, 20____, the _____ (BTA), issued \$_____ of taxable bonds. The purpose of the issue was to provide monies to advance refund portions of _____ bonds. In order to refund the bonds, portions of the proceeds of the new issue \$_____, plus an additional \$_____ of sinking fund monies together with certain other funds and/or securities, were deposited and held in an escrow fund created pursuant to an escrow deposit agreement dated _____ between the (BTA) and the escrow trustee. The amount in the escrow, together with interest earnings, will be used to pay the principal, redemption premium, and interest when due. The refunding resulted in reducing the total debt service payments by almost \$_____ and gave the (BTA) an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$_____.

Q. COOPERATIVE ENDEAVORS N/A

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the state.

Some cooperative endeavor contracts are not coded with a document type of "COP" on the Contract Financial Management Subsystem (CFMS), but are considered cooperative endeavors. Include these below with your cooperative endeavor contracts coded with a document type of "COP". Examples of contracts that are considered cooperative endeavors, but are not coded with a document type of "COP" include contracts that fall under delegated authority, Facility Planning and Control "CEA" contracts, certain federal government contracts, contracts that legislative auditors may have designated as such within your agency, work incumbent programs, etc. In prior years, this information was requested as supplemental documentation after the AFRs were submitted, usually in October or November.

The liability outstanding for fiscal year ending June 30, 2006, by funding source, is as follows:

<u>Funding Source</u>	<u>Balance June 30, 2006</u>
State General Fund	\$ _____

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 Notes to the Financial Statement
 As of and for the year ended June 30, 2006

Self-generated revenue	_____
Statutorily dedicated revenue	_____
General obligation bonds	_____
Federal funds	_____
Interagency transfers	_____
Other funds/combination	_____
Total	\$ _____

NOTE: Amounts in excess of contract limits **cannot** be used to reduce the outstanding contract balance at June 30, 2006. For example, if a contract specifies a percentage of usage for each month (25%) and usage exceeds that percentage (75%), you cannot claim actual usage that exceeds contract requirements (50%).

NOTE: In order to compute ending balances by funding source; you should begin with your balances at June 30, 2005. These amounts will be increased by amounts for new contracts and amendments and decreased for payments and liquidations.

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) N/A

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2005-2006:

CFDA Number	Program Name	State Match Percentage	Total Amount of Grant
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total government-mandated nonexchange transactions (grants)			\$ _____ -

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS N/A

At June 30, 20__, the _____ (BTA) was not in compliance with the provisions of _____ Bond Reserve Covenant that requires _____ The _____ (BTA) did _____ to correct this deficiency.

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 Notes to the Financial Statement
 As of and for the year ended June 30, 2006

T. SHORT-TERM DEBT N/A

The _____ (BTA) issues short-term notes for the following purpose(s)

Short-term debt activity for the year ended June 30, 20__, was as follows:

List the type of Short-term debt (e.g., tax anticipation notes)	Beginning Balance	Issued	Redeemed	Ending Balance
_____	\$ _____	\$ _____	\$ _____	\$ _____ -

The _____ (BTA) uses a revolving line of credit for the following to finance
 _____ (list purpose for the S-T debt).

Short-term debt activity for the year ended June 30, 20__, was as follows:

	Beginning Balance	Draws	Redeemed	Ending Balance
Line of credit	\$ _____	\$ _____	\$ _____	\$ _____ -

U. DISAGGREGATION OF RECEIVABLE BALANCES N/A

Receivables at June 30, 20__, were as follows:

Fund	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
_____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____ -
_____	_____	_____	_____	_____	_____ -
Gross receivables	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Less allowance for uncollectible accounts	_____ -	_____ -	_____ -	_____ -	_____ -
Receivables, net	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Amounts not scheduled for collection during the subsequent year	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____ -

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2006

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2006, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
General	\$ 2,777	\$ 4,681	\$	\$	\$ 7,4
Capital Projects	1,912		21,054		22,9
Total payables	\$ 4,689	\$ 4,681	\$ 21,054	\$ -	\$ 30,4

W. SUBSEQUENT EVENTS N/A

Disclose any material event(s) affecting the (BTA) occurring between the close of the fiscal period and issuance of the financial statement. _____

X. SEGMENT INFORMATION N/A

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or another stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

Type of goods or services provided by the segment _____.

A. Condensed balance sheet:

- (1) Total assets – distinguishing between current assets, capital assets, and other assets. Amounts receivable from other funds or BTA's should be reported separately.
- (2) Total liabilities – distinguishing between current and long-term amounts. Amounts payable to other funds or BTA's should be reported separately.
- (3) Total net assets – distinguishing among restricted (separately reporting expendable and nonexpendable components); unrestricted; and amounts invested in capital assets, net of related debt.

Condensed Balance sheet:

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2006

	<u>Segment #1</u>	<u>Segment #2</u>
Current assets	\$ _____	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	_____	_____
Current liabilities	_____	_____
Due to other funds	_____	_____
Long-term liabilities	_____	_____
Restricted net assets	_____	_____
Unrestricted net assets	_____	_____
Invested in capital assets, net of related debt	_____	_____

B. Condensed statement of revenues, expenses, and changes in net assets:

- (1) Operating revenues (by major source).
- (2) Operating expenses. Depreciation (including any amortization) should be identified separately.
- (3) Operating income (loss).
- (4) Nonoperating revenues (expenses) – with separate reporting of major revenues and expenses.
- (5) Capital contributions and additions to permanent and term endowments.
- (6) Special and extraordinary items.
- (7) Transfers
- (8) Change in net assets.
- (9) Beginning net assets.
- (10) Ending net assets.

Condensed Statement of Revenues, Expenses, and Changes in Net Assets:

	<u>Segment #1</u>	<u>Segment #2</u>
Operating revenues	\$ _____	\$ _____
Operating expenses	_____	_____
Depreciation and amortization	_____	_____
Operating income (loss)	_____ -	_____ -
Nonoperating revenues (expenses)	_____	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	_____	_____
Transfers out	_____	_____
Change in net assets	_____ -	_____ -
Beginning net assets	_____	_____
Ending net assets	_____ -	_____ -

C. Condensed statement of cash flows:

- (1) Net cash provided (used) by:
 - (a) Operating activities
 - (b) Noncapital financing activities
 - (c) Capital and related financing activities

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 Notes to the Financial Statement
 As of and for the year ended June 30, 2006

- (d) Investing activities
 (2) Beginning cash and cash equivalent balances
 (3) Ending cash and cash equivalent balances

Condensed Statement of Cash Flows:

	<u>Segment #1</u>	<u>Segment #2</u>
Net cash provided (used) by operating activities	\$ _____	\$ _____
Net cash provided (used) by noncapital financing activities	_____	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	_____	_____
Beginning cash and cash equivalent balances	_____	_____
Ending cash and cash equivalent balances	_____	_____

Y. DUE TO/DUE FROM AND TRANSFERS N/A

1. List by fund type the amounts **due from other funds** detailed by individual fund at fiscal year end:
 (Types of funds include general fund, statutory dedicated funds, discrete component unit funds, etc).

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due from other funds		\$ _____

2. List by fund type the amounts **due to other funds** detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due to other funds		\$ _____

3. List by fund type **all transfers from other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers from other funds		\$ _____

4. List by fund type **all transfers to other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers to other funds		\$ _____

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
 Notes to the Financial Statement
 As of and for the year ended June 30, 2006

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Liabilities payable from restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the current liabilities section on Statement A, consist of \$ _____ in accounts payable, \$ _____ in notes payable, and \$ _____ in _____.

Liabilities payable from restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the non-current liabilities section on Statement A, consist of \$ _____ in accounts payable, \$ _____ in notes payable, and \$ _____ in _____.

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS N/A

The following adjustments were made to restate beginning net assets for June 30, 20__.
 Each adjustment must be explained in detail on a separate sheet.

Ending net assets July 1, 2005, previously reported	Adjustments + or (-)	Beginning net assets, July 1, 2005, as restated
\$ _____	\$ _____	--
_____	_____	--
_____	_____	--
_____	_____	--
_____	_____	--
_____	_____	--

(NOTE: Net Assets at July 1, 20__, previously reported, must correspond to Net Assets at June 30, 20__, per the information received from OSRAP.)

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46) N/A

Of the total net assets reported on Statement A at June 30, 20__, \$ _____ are restricted by enabling legislation (which includes a legally enforceable requirement that the resources be used only for the specific purposes stipulated in the legislation). Refer to Appendix C for more details on the determination of the amount to be reported as required by GASB Statement 46.

CC. IMPAIRMENT OF CAPITAL ASSETS N/A

GASB 42 establishes accounting and financial reporting standards for the impairment of capital assets. Governments are required to evaluate prominent events or changes in circumstances affecting capital assets to determine whether impairment has occurred. A capital asset generally should be considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life cycle of the capital asset. **See Appendix D for more information on GASB 42 and the Impairment of Capital Assets.**

The following capital assets are considered impaired: (There are five indicators of impairment described in Appendix D, (1) physical damage, (2) enactment of laws, etc. List the appropriate number (1-5) to identify the indicator of impairment in the second to last column below.)

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2006

<u>Type of asset</u>	<u>Amount of Impairment Loss</u>	<u>Indication of Impairment</u>	<u>Insurance Recovery in the same FY</u>	<u>Reason for Impairment (e.g. hurricane)</u>
Buildings				
Movable Property				
Infrastructure				

The carrying amount of impaired capital assets that are idle at year-end should be disclosed, regardless of whether the impairment is considered permanent or temporary. The following capital assets were idle at the end of the fiscal year. (Include the capital assets listed above that were idle at the end of the fiscal year.)

<u>Type of asset</u>	<u>Carrying Value</u>
Buildings	\$ _____
Movable Property	\$ _____
Infrastructure	\$ _____

DD. EMPLOYEE TERMINATION BENEFITS N/A

Termination benefits are benefits, other than salaries and wages that are provided by employers as settlement for involuntary terminations initiated by management, or as an incentive for voluntary terminations initiated by employees. Involuntary termination benefits include benefits such as payment for unused leave balances. Voluntary termination benefits include benefits such as enhanced early retirement options resulting from an approved early retirement plan and payment for unused leave balances. Other termination benefits may include:

1. Early retirement incentives, such as cash payments, enhancement to defined benefit formula
2. Health care coverage when none would otherwise be provided (COBRA)
3. Compensated absences, including payments for leave balances
4. Payments due to early release from employment contracts

GASB 47 requires the following disclosures about an employer's accounting for employee termination benefits.

1. A description of the termination benefit arrangement(s)
2. Period the employer becomes obligated
3. Number of employees affected
4. Cost of termination benefits
5. Type of benefit(s) provided
6. The period of time over which the benefits are expected to be provided
7. If the termination benefit affects the defined benefit pension (OPEB) obligations, disclose the change in the actuarial accrued liability for the pension or OPEB plan attributable to the termination benefit
8. When termination liabilities are reported, disclose the significant methods and assumptions used to determine the liabilities to be disclosed (for as long as the liability is reported)

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2006

The GASB 47 note disclosures listed below are provided as an example and should be modified as necessary.

Substantially all employees are eligible for termination benefits upon separation from the state. The agency recognizes the cost of providing these benefits as expenditures when paid during the year. For 2006, the cost of providing those benefits for _____ (number of) voluntary terminations totaled \$_____. For 2006, the cost of providing those benefits for _____ (number of) involuntary terminations totaled \$_____. [The termination benefits (voluntary and involuntary) paid in FY 2006 should also be included in the Statement of Revenues, Expenses, and Changes in Fund Net Assets on the account line "Administrative" in the Operating Expense Section.]

The liability for the accrued voluntary terminations benefits payable at June 30, _____ is \$_____. This liability consists of _____ (number of) voluntary terminations. The liability for the accrued involuntary terminations benefits payable at June 30, _____ is \$_____. This liability consists of _____ (number of) involuntary terminations. [The termination benefits (voluntary and involuntary) payable at fiscal year end should also be included on the Balance Sheet in the "compensated absences payable" account line.]

If a termination benefit is not recognized because the expected benefits are not estimable, the employer should disclose that fact. Briefly describe termination benefits provided to employees as discussed above. If none, please state that fact.

A terminated employee can continue to access health benefits, however, if the COBRA participant is paying the ENTIRE premium then there is no state contribution on behalf of this individual. Therefore, when a terminated employee pays 100% of the premium, the state would not have a termination liability.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
For the Year Ended June 30, 2006
(Fiscal Close)

<u>Name</u>	<u>Amount</u>
Beil, Patrick	\$ 2,520
Bourgeois, Paul A.	780
Cornette, Russell W.	765
Irvin, Sr., Leonard	1,125
Knost, Dotti G.	210
Leader, Jr., Barton J.	645
Lee, Willie George	840
Loupe, Jr., Sitman	1,605
Louque, Terry	840
Mellon, Robert S.	555
Thompson, Don	2,025
	\$ 11,910

Note: The per diem payments are authorized by Louisiana Revised Statute, and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF STATE FUNDING
For the Year Ended June 30, 2006
(Fiscal Close)

N/A

<u>Description of Funding</u>	<u>Amount</u>
1. _____	\$ _____
2. _____	_____
3. _____	_____
4. _____	_____
5. _____	_____
6. _____	_____
7. _____	_____
8. _____	_____
9. _____	_____
10. _____	_____
Total	\$ _____

SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE
June 30, 2006
(Fiscal Close)

***Send copies of new amortization schedules**

STATE OF LOUISIANA
 AMITE RIVER BASIN DRAINAGE AND WATER
 CONSERVATION DISTRICT
 SCHEDULE OF NOTES PAYABLE
 June 30, 2006
 (Fiscal close)

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	N/A Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
		\$	\$	\$	\$		\$
Total		\$	\$	\$	\$		\$

*Send copies of new amortization schedules

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF BONDS PAYABLE
June 30, 2006
(Fiscal close)

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
2003	12/03	\$3,600,000	\$2,805,000	\$420,000	\$2,385,000	.1000%	\$21,054
Total		<u>\$3,600,000</u>	<u>\$2,805,000</u>	<u>\$420,000</u>	<u>\$2,385,000</u>		<u>\$21,054</u>

*Send copies of new amortization schedules

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF REIMBURSEMENT
CONTRACTS PAYABLE AMORTIZATION
For The Year Ended June 30, 2006
(Fiscal Close)

N/A

Fiscal Year			
<u>Ending:</u>	<u>Principal</u>		<u>Interest</u>
2007	\$ _____		\$ _____
2008	_____		_____
2009	_____		_____
2010	_____		_____
2011	_____		_____
2012	_____		_____
2013	_____		_____
2014	_____		_____
2015	_____		_____
2016	_____		_____
2017	_____		_____
2018	_____		_____
2019	_____		_____
2020	_____		_____
2021	_____		_____
2022	_____		_____
2023	_____		_____
2024	_____		_____
2025	_____		_____
2026	_____		_____
2027	_____		_____
2028	_____		_____
2029	_____		_____
2030	_____		_____
2031	_____		_____
Total	\$ _____ --		\$ _____ --

SCHEDULE 4-A

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF CAPITAL LEASE AMORTIZATION
For The Year Ended June 30, 2006

N/A

Fiscal Year Ending:	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2007	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>	\$ <u> </u> --
2008	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2009	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2010	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2011	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2012-2016	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2017-2021	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2022-2026	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
2027-2031	<u> </u>	<u> </u>	<u> </u>	<u> </u> --
Total	\$ <u> </u> --	\$ <u> </u> --	\$ <u> </u> --	\$ <u> </u> --

SCHEDULE 4-B

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF NOTES PAYABLE AMORTIZATION
For the Year Ended June 30, 2006

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ _____	\$ _____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011	_____	_____
2012-2016	_____	_____
2017-2021	_____	_____
2022-2026	_____	_____
2027-2031	_____	_____
Total	\$ _____ --	\$ _____ --

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT
SCHEDULE OF BONDS PAYABLE AMORTIZATION
For The Year Ended June 30, 2006**

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 440,000.00	\$ 63,162.50
2008	460,000.00	62,722.50
2009	475,000.00	62,262.50
2010	495,000.00	60,600.00
2011	515,000.00	30,900.00
2012		
2013		
2014		
2015		
2016		
2017		
2018		
2019		
2020		
2021		
2022		
2023		
2024		
2025		
2026		
2027		
2028		
2029		
2030		
2031		
Total	\$ 2,385,000.00	\$ 279,647.50

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER
CONSERVATION DISTRICT

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$1 million, explain the reason for the change.

	<u>2006</u>	<u>2005</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>1,722,734.50</u>	\$ <u>2,082,678.80</u>	\$ <u>(359,944.30)</u>	\$ <u>.17%</u>
Expenses	<u>295,911.99</u>	<u>315,810.17</u>	<u>(19,898.18)</u>	<u>.06%</u>
2) Capital assets	<u>7,696,457.75</u>	<u>5,995,150.78</u>	<u>1,701,306.97</u>	<u>.28%</u>
Long-term debt	<u>1,951,058.32</u>	<u>2,389,739.24</u>	<u>(438,680.92)</u>	<u>.28%</u>
Net Assets	<u>6,039,993.96</u>	<u>4,613,171.45</u>	<u>1,426,822.51</u>	<u>.31%</u>
Explanation for change:	Capital Assets:	Comite River	Diversion Canal	
	Net Assets:	Property Taxes		